

**IDAHO LOW INCOME HOME ENERGY ASSISTANCE PROGRAM
TWO-PARTY PAYMENT VENDOR AGREEMENT #3
(ELECTRIC AND NATURAL GAS)**

BETWEEN: Department of Health and Welfare (DHW)
Benefit Program Operations
Division of Welfare

AND: _____
Home Energy Vendor (HEV)

The Low Income Home Energy Assistance Act of 1981, and subsequent amendments, requires that certain assurances be satisfied before energy assistance payments may be made to suppliers of home heating energy. This agreement defines the conditions required by the Home Energy Vendor (HEV) and the Department of Health and Welfare (DHW) to assure compliance with the regulations of the Low Income Home Energy Assistance Program.

No HEV shall be paid an energy assistance payment without signing an agreement with DHW assuring that the conditions contained herein are met.

SECTION I DEFINITIONS:

1. "Low Income Home Energy Assistance Program (LIHEAP)" is referred to as Energy Assistance Program in the agreement.
2. "Home Energy Vendor, (HEV)" is energy vendor providing home energy to eligible household.
3. "Subgrantee" is seven, non-profit agencies, i.e.: Community Action Partnership, Western Idaho Community Action Program, El-Ada, Inc., South Central Community Action Partnership, Southeastern Idaho Community Action Agency, and Eastern Idaho Special Services Agency with whom DHW has contracted for the Energy Assistance Program application processing.
4. An "Eligible Household" is a household who applies and is determined eligible by DHW for assistance through the Energy Assistance Program.
5. "Energy Assistance Payment" is a payment issued by DHW to an eligible household to assist with their home energy costs. Energy costs may include pre-payment for fuel delivery, payment for emergency energy assistance deliveries, and/or a line of credit for future usage.
6. "Energy Assistance Authorization" is the written notification of agreement between Energy Vendor, eligible household, DHW and/or subgrantee. The authorization includes the eligible household's

SECTION I DEFINITIONS (continued):

applicant name, address, energy assistance payment amount, payment date, and if applicable, account number.

SECTION II DHW CONDITIONS

The DHW or subgrantee shall:

1. Notify the eligible household of their energy assistance payment amount upon completion of their energy assistance application. The actual energy assistance payment will be issued in the form of a two-party, dual endorsement State warrant.
2. DHW will issue all valid Energy Assistance two-party State warrants on or before forty-five (45) days after eligibility is established and home energy is delivered or provided to the household.
3. Cooperate with the HEV in researching all lost or mishandled eligible household two-party energy assistance payments.
4. Inform the HEV, in a timely manner, of any relevant changes in the Energy Assistance Program resulting from changes in federal regulations or state rules.

SECTION III HEV CONDITIONS

The HEV shall:

1. Refer potential applicants to DHW or its subgrantees for assistance through the Energy Assistance Program.
2. In the normal billing process, charge an eligible household the difference if any, between the actual cost of the home energy used and the household's energy assistance payment.
3. As permitted by Idaho Public Utility Commission Regulations, be encouraged to seek ways to reduce the eligible household's home energy costs through conservation education, waived or reduced energy costs or supplemental energy assistance fuel fund contributions.
4. Not discriminate, either in the cost of goods supplied or the services provided (including service/interest charges, reconnection fees, and payment plan arrangements) against the eligible household.
5. Not treat an eligible household receiving assistance under the Energy Assistance Program adversely because of such assistance, under

SECTION III HEV CONDITIONS, (continued)

applicable provisions of state law and Idaho Public Utility Commission Regulations.

6. Upon receipt, credit eligible household's energy assistance payment to their account promptly, and in no event, later than their next billing cycle. Where possible, the billing statement shall identify the receipt of the energy assistance payment and continue to reflect the payment until the payment is used in full, for the household's reference.
7. Endorse the eligible household's energy assistance payment as instructed on back of the State warrant.
8. Apply the energy assistance payment only to the household's energy cost if the eligible household's account includes costs for services other than home energy (heating) costs.
9. Negotiate payment arrangements with the household if there is an additional amount owed after the energy assistance payment is applied.
10. In the event the eligible household voluntarily discontinues service after notification of assistance eligibility, return any unused portion of the payment to the eligible household and their new HEV, in the form of a dual endorsement payment. This is done within thirty (30) days from date the HEV is notified to close account.
11. In the event the eligible household does not have a new HEV at the time the account is closed, return any unused portion of the payment to the State. The State will then become responsible for follow-up with the household.
12. In the event the eligible household can not be located after the account is closed, return any remaining energy assistance credit to DHW within sixty (60) days. Return the unused funds to:

Idaho Department of Health and Welfare
Benefit Program Operations, Business Operations Unit
Energy Assistance Program
PO Box 83720
Boise, ID 83720-0036

13. Include the eligible household's name and social security number (if known) on all returned energy assistance payments. If returned payment is for more than one household, the amount and participant name is listed for each household.

SECTION III HEV CONDITIONS, (continued)

14. In the event of death of the eligible household applicant, any unused portion of the energy assistance payment belongs to the estate of the deceased. If there is no estate, the benefit payment is returned to DHW as described under Section III, #12 of this agreement.
15. Maintain an adequate accounting system to allow DHW or their designated representative to verify the correct assistance payment and that the payment was used for providing *home energy* to the eligible households.
16. Whenever possible, minimize the risk of home energy crisis through early detection, budget planning and/or regular payment arrangements with eligible household.
17. Intervene and assist the eligible household to resolve **life-threatening energy crisis situations (lack of heat) within 18 hours of negotiations with DHW or subgrantee representing eligible household.**
18. Assist the eligible household to resolve **energy crisis situations (threat of termination or reduced fuel supply) within 48 hours of negotiation with DHW or subgrantee representing the eligible household.**
19. When providing energy assistance to resolve households crisis situation shall also agree to maintain home energy to household for not less than thirty (30) days from the date of agreement with DHW or its subgrantees.
20. If unable to provide crisis assistance to the household within the required time limits, prepare a written explanation of the reason(s) for non-compliance of agreement and submit to DHW for review.

SECTION IV AGREEMENT TERMINATION

This agreement shall be terminated for one of the following reasons:

1. A change in the requirements of Title VI of the Human Services Reauthorization Act of 1986 (P.L. 99-425)
2. A change in the federal or state regulations promulgated under the act;
3. A change in the state plan for administering LIHEAP,
4. Non-compliance with agreed conditions by either party.

SECTION IV AGREEMENT TERMINATION (continued)

5. Thirty days' written notice of termination by either party,
6. Mutual consent of both parties,

Termination by either party shall not discharge any obligation owed by either party to the other or to an Eligible Household or any liability that has accrued prior to termination.

DHW may terminate the whole or any part of this agreement if the HEV fails to perform any of the provisions of this agreement. Through written notice, DHW will allow the HEV ten days to resolve the issue before the agreement is terminated.

Upon signing by both parties, this agreement shall stay in effect until terminated in accordance with Section IV, Agreement Termination.

Thank you for participating in Idaho's Low Income Home Energy Assistance Program.

Greg Kunz, Acting Administrator
Division of Welfare
Department of Health and Welfare
State of Idaho

Date

Home Energy Vendor Representative/Contact

Date

Home Energy Vendor (HEV)

Fuel Type

Mailing Address

City, State

Zip Code

Telephone Number

Fax Number

e-mail address